



Report Launch

How derivatives exchanges can support sustainable development

5 May 2021: 9AM and 4PM CET (Geneva)

SSE Team

- Anthony Miller
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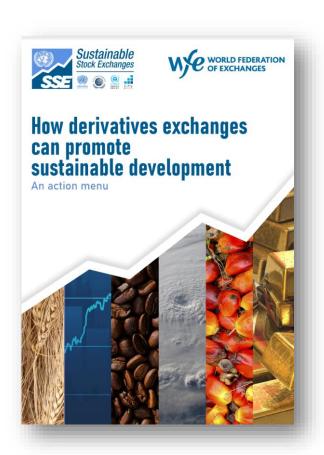
<u>Speakers</u>

- James Zhan (UNCTAD)
- Nandini Sukumar (WFE)
- Owain Johnson (CME Group)
- Julie Winkler (CME Group)

Agenda – Report Launch



- 1. Welcome & Housekeeping instructions
- 2. Opening Remarks
 - James Zhan, UNCTAD
 - Nandini Sukumar, WFE
- 3. Advisory Group Chair's Remarks
 - Julie Winkler, CME Group
 - Owain Johnson, CME Group
- 4. Presentation of the Report
- 5. Open Floor Discussion
- 6. Closing Remarks



Housekeeping



 During the presentations, you can ask questions and provide comments at any time by using the chat function.

We will ensure that questions get answered during the Open Floor discussion.

 Please use the hand symbol to indicate that you wish to speak during the Open Floor discussion.

The team will allow you to enable your video function while you speak.





Opening Remarks





UNCTAD

Director, Investment & Enterprise; Chair, UN SSE Initiative

James Zhan





World Federation of Exchanges

Chief Executive Officer

Nandini Sukumar



© CME Group

CME Group

Chief Commercial Officer

Julie Winkler



CME Group

CME Group
Global Head of Research and
Product Development
Owain Johnson





How Derivatives Exchanges can Promote Sustainable Development

The Advisory Group included:

- 71 Advisory Group members, representing
- 36 organizations, including 23
 exchanges, 3 regulators, 3 investors and many others,
- from 23 different countries.



Since the Workstream launched in Q2 2020:

- 1 Webinar.
- 3 consultation rounds.
- Over 200 individual comments.
- Resulting in a 30-page long report available:
 https://sseinitiative.org/launch-derivative-exchanges/



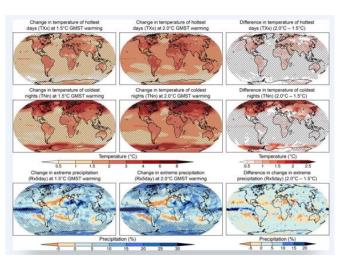


How Derivatives Exchanges can Promote Sustainable Development

Context

- Global challenges require collaboration across business, government, civil society
- Finance sector a critical enabler
- Role of derivatives markets relatively under-explored
- Build on previous work to identify opportunities for derivatives market operators to support sustainable development





Source: Global Warming of 1.5°C, IPCC



How Derivatives Exchanges can Promote Sustainable Development

Structure

- Overview of derivatives markets and how they work – specific focus on exchanges
- Review of landscape
- Identification of opportunities
- Development of Action Menu



Engage in Partnerships

Participate in multi-stakeholder dialogue to build consensus on sustainable finance in derivatives markets.



Drive Standardization

Promote market agreement on reference standards for sustainability themed products.



Enhance Transparency

Provide solutions to enhance transparency about the sustainability attributes of traded products and market participants.



Link Market Participation to Sustainability

Can range from requiring sustainability reports to requiring demonstrated alignment with agreed sustainability practices.



Introduce ESG Data Products

Introduce sustainability-aligned data products that support the functioning of the traded market and can be the basis for new tradeable products.



List Tradeable ESG Products

Meet emergent demand for new sustainability aligned derivatives products across all asset classes.

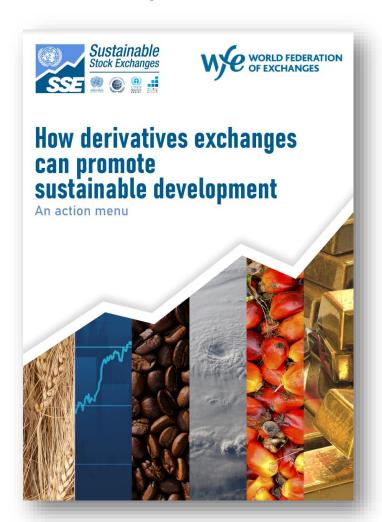
Source: Global Warming of 1.5°C, IPCC



How Derivatives Exchanges can Promote Sustainable Development

What's next...

- Ongoing education important
- Opportunities exist at various points in the ecosystem
- Clear role for derivatives exchanges



Open Floor Discussion



Please ask your questions using the chat function



How to participate in the discussion:



You can ask questions and provide comments at any time by using the **chat function**.

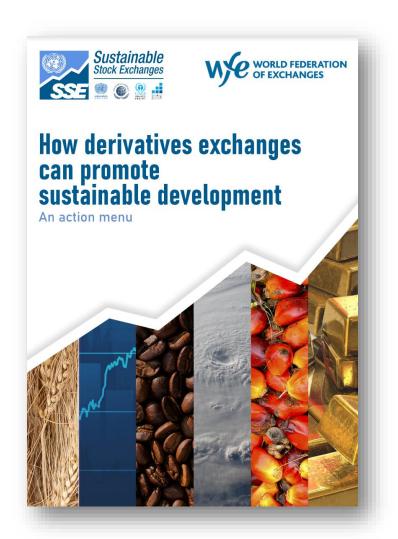


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Thank you for joining us.

Download the report here: SSEinitiative.org/publications